

An amazing Nazi plot to control the world drug market and evade the British blockade has been uncovered by CLICK in its continuing investigation of the Nazi invasion of American business.

Operating through American corporations and international banking houses working out of Switzerland the Nazis have thus been able to make a profit on virtually every American sickness, from a common headache to serious internal disorders and operations.

All the details of this nightmarish scheme are not yet completely clear. However, our investigation is far enough along to show how the intrigue works and what it means to U.S. health and national defense.

-2-
Hormones are used for many things, including the prevention of death from shock, ~~including heart attacks~~, but they are best known because of their use to overcome sexual deficiencies.

Hormones

One of the newest and most important developments in modern medicine is hormone therapy. Pioneers in this field were the Germans. Largest manufacturers were Schering-Kahlbaum A.G. and its successor, Schering A.G., both of Berlin. Over a period of about 15 years they built up a tremendous international organization, with subsidiaries in practically every country.

The U.S. subsidiary was Schering Corporation, located about 10 miles from New York City in a residential section of Bloomfield, N.J. Business of this corporation was limited to the U.S. and its territorial possessions.

In 1936, after the beginning of Hitler's international piracy, the inevitable conclusion of which was war, Schering A.G., the top corporation, with the knowledge and approval of the Nazi government, "split" and "disposed" of its many subsidiaries outside of Germany. In spite of this divorce of convenience the German corporation continued business as usual with ~~its~~ the subsidiaries.

Schering Corporation was sold to Chepha (Chemical and Pharmaceutical Enterprises, Ltd.), a subsidiary of the Swiss Bank Corporation, a tremendous international banking house with assets of 1,451,000,000 Swiss francs. The U.S. government held during World War 1 that the Swiss Bank Corp. was an "enemy" ^{concern} outfit. South American subsidiaries of Schering A.G. were sold to Chepha, Forinvent (Foreign Invention and Investment Co.) and other Swiss Bank subsidiaries.

3
Hitherto these facts were secrets, and the various Schering companies pretend~~ed~~ ^{have} they ~~had~~ no connection with each other. They are today as closely connected as if their owner of record was Schering A.G.

When the war broke out and the British blockade prevented German exports, vital, in Hitler's words, to German existence, the Nazis were prepared in the chemical and drug fields. ^{In the} ~~case of Schering Corp.~~ they had a secret deal ~~with Schering Corporation~~ the provisions of which were:

Schering Corporation, limited by Nazi patents to sales in U.S. and territorial possessions only, could sell to South America, where Schering A.G. had ^{a virtual monopoly.} ~~the largest~~ ~~drug sales in that continent,~~ if Schering Corporation packaged its goods to resemble the Nazi products, sold through established Schering A.G. agents, and divided their profits with Schering A.G.

By this arrangement ^{an} the Nazis ^{do not} ~~didn't~~ have to actually export to continue to ~~get the~~ profit on the business, ~~as usual~~ and don't have to worry about losing the business during the war, because the purchasers of these ^{drugs} ~~products~~ get them from Schering A.G. agents and actually think they are using Schering A.G. ^{Products} ~~drugs~~.

Schering Corporation profits ^{gets} because it ~~got~~ more business - they are building a new plant, parts of which are already in operation, in Union, N.J. - and it ^{gets} ~~got~~ many valuable patents. ^P Until the outbreak of the war the American corporation got but a dozen patents from the German corporation. Since

the beginning of the war Schering Corporation has registered 154 patents, almost all from Germany. On July 15, 1940 they made a real haul, getting 88 on that day alone. In all they have gotten 188 patents.

For this fortune in patents, the basic patents in the hormone field, Schering Corporation paid less than a dollar cash for each, but Schering A.G. informed the U.S. Patent Office ~~there~~ it was getting "other good and valuable consideration".

CLICK's investigator went to the Schering Corp. to present his damning evidence to them and afford them the opportunity to deny or affirm it. This, we thought, was the American way. For several days he ^{unsuccessfully} made repeated efforts to see corporation officials, without success. Ernest Hammer, who was very much there, forced his employees to lie and say he was out of town. Julius Weltzien (right), president, was "in conference". Gregory Stragnell, vice president, was "out of town".

From here CLICK's investigator went to the Swiss Bank Corporation. We had learned that this old figure in international financial intrigue had not opened its New York agency until October 16, 1939, six weeks after the war began. ^{visiting} By a private elevator in the rear of the bank in the heart of New York's financial district, our investigator went up to the real offices of the bank, where he confronted Edgar Paltzer, an agent and secretary to the general manager and vice-chairman of the entire corporation, Armand Dreyfus, with the facts.

Mr. Paltzer confirmed the date on which the bank opened its agency in New York, but claimed it had no connection with the war and the British blockade. He confirmed the ownership of Chepha by the bank and of Schering Corporation by Chepha. He confirmed the ownership of Schering A.G.'s South American subsidiaries by Chepha, Forinvent and other Swiss Bank subsidiaries. He couldn't understand why, if the Nazis no longer had anything to do with Schering Corporation, as it claimed, they had showered a wealth in patents on it, ^{but suggested} ~~unless~~ this was part of the deal with the Swiss Bank. ~~He also conceded that one could suspect the Nazis wouldn't mortgage their future inventions of great value, as his supposition had them doing.~~

~~He protested~~ The use of the word "dummies" to describe the position of the Swiss corporations in these arrangements ~~was extremely~~ brought forth a protest from Mr. Paltzer, who thought it ~~reflected upon the Swiss~~. While at first denying ~~that~~ the Swiss Bank Corporation had any connection with Germany he finally ~~conceded~~ that it was used by the Nazis in their *international* financial schemes, but attempted to justify this by claiming that it was also used by the British.

After Mr. Paltzer said that the Swiss Bank Corporation has no American clients (though they do have deposit slips in the bank downstairs) he was asked if the corporation wasn't actually a conduit for the ~~fixing~~ transmission of precious foreign exchange to the Nazis.

"Completely incorrect", he protested.

But in the next breath, when asked if it wasn't true

that the Swiss Bank Corporation had transmitted \$2,335,000.00-
enough to buy 46,700 of the deadliest 250 lb. aerial bombs-
from the Schering Corp. to ~~the~~ Germany he hesitated and

~~when~~ said he'd have to look ~~the sum~~ ^{amount} up before ~~he~~ he could be sure of
the exact ~~figure~~!

Thus, while Hitler blitzes his way to a merciless control
of Europe, American's are faced with the uncomfortable know-
ledge that the ~~new~~ ^{medicines} they take to overcome illness may actually
help the Nazi madman on his bloody way.